

**RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
JUNE 30, 2010**

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 1/5/11

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
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RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
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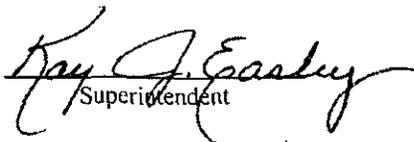
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RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2010

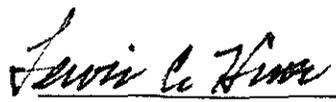
Legislative Auditor
P. O. Box 94397
Baton Rouge, LA 70804-9397

AFFIDAVIT

Personally came and appeared before the undersigned authority, Kay Easley, Superintendent of the Red River Parish School Board, who duly sworn, deposes and says, that the financial statements herewith given presents fairly the financial position of the Red River Parish School Board, at June 30, 2010 and the results of operations for the year then ended in accordance with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board.


Superintendent

Sworn to and subscribed before me, this 15th day of December, 2010.


NOTARY PUBLIC
#15689

HINES, SHEFFIELD & SQUYRES, L.L.C.

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INDEPENDENT AUDITORS' REPORT

Board Members
Red River Parish School Board
Coushatta, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Red River Parish School Board, Coushatta, Louisiana, as of and for the year ended June 30, 2010, which collectively comprise the Red River Parish School Board's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Red River Parish Schools Board's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund and the aggregate remaining fund information of the Red River Parish School Board, Coushatta, Louisiana, as of June 30, 2010, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued a report dated December 15, 2010 on our consideration of the Red River Parish School Board's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be considered in assessing the results of our audit.

The Management's Discussion and Analysis and the budgetary information on pages 3 through 7 and 29 through 30, respectively, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Red River Parish School Board's basic financial statements. The accompanying supplementary information schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The financial information for the year ended June 30, 2009, which is included for comparative purposes was taken from the financial report for that year in which we expressed an unqualified opinion dated December 1, 2009, on the basic financial statements of the Red River Parish School Board.

Hines, Sheffield & Squyres
Natchitoches, Louisiana
December 15, 2010

-MEMBERS-

American Institute of Certified Public Accountants Society of Louisiana Certified Public Accountants

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RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2010

The Management's Discussion and Analysis of the Red River Parish School Board's financial performance presents a narrative overview and analysis of Red River Parish School Board's financial activities for the year ended June 30, 2010. This document focuses on the current year's activities, resulting changes, and currently known facts. Please read this document in conjunction with the Red River Parish School Board's financial statements, which begin on page 8.

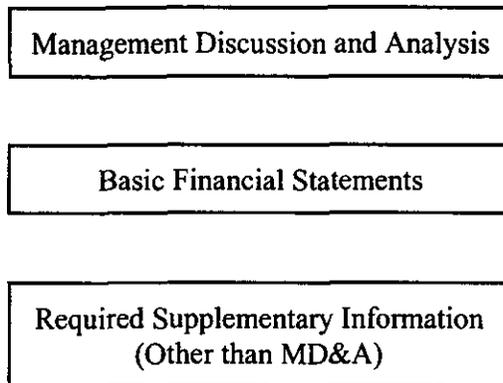
FINANCIAL HIGHLIGHTS

- 1) The Red River Parish School Board had cash and investments of \$23,027,937 at June 30, 2010 which represents an increase of \$9,969,325 from prior year end.
- 2) The Red River Parish School Board had receivables of \$2,799,893 at June 30, 2010 which represents an increase of \$5,481 from prior year end.
- 3) The Red River Parish School Board had accounts payable and accruals of \$2,515,606 at June 30, 2010 which represents an increase of \$201,941 from prior year end.
- 4) The Red River Parish School Board had total revenues of \$36,196,625 for the year ended June 30, 2010 which represents an increase of \$10,422,428 from prior year.
- 5) The Red River Parish School Board had taxes of \$20,686,088 for the year ended June 30, 2010 which represents an increase of \$9,786,646 from prior year.
- 6) The Red River Parish School Board had minimum foundation program revenues of \$9,946,540 for the year ended June 30, 2010 which represents a decrease of \$727,684 from prior year.
- 7) The Red River Parish School Board had other state source revenues of \$699,211 for the year ended June 30, 2010 which represents a decrease of \$364,063 from prior year.
- 8) The Red River Parish School Board had federal source revenues of \$3,599,437 for the year ended June 30, 2010 which represents an increase of \$1,012,540 from prior year.
- 9) The Red River Parish School Board had instructional services expenses of \$16,997,677 for the year ended June 30, 2010 which represents an increase of \$3,879,410 from prior year.
- 10) The Red River Parish School Board had support services expenses of \$8,693,021 for the year ended June 30, 2010 which represents an increase of \$630,084 from prior year.
- 11) The Red River Parish School Board had capital asset purchases of \$132,543 for the year ended June 30, 2010 which represents a decrease of \$645,322 from prior year.
- 12) The Red River Parish School Board had debt services payments of \$889,653 for the year ended June 30, 2010 which represents an increase of \$28,807 from prior year.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2010

OVERVIEW OF THE FINANCIAL STATEMENTS

The following graphic illustrates the minimum requirements for the Red River Parish School Board as established by Governmental Accounting Standards Board Statement 34, Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments.



These financial statements consist of three sections - Management's Discussion and Analysis (this section), the basic financial statements (including the notes to the financial statements), and required supplementary information.

Basic Financial Statements

This annual report consist of a series of financial statements. The Statement of Net Assets and the Statement of Activities (on pages 8 and 9) provide information about the activities of the Red River Parish School Board as a whole and present a longer-term view of the School Board's finances. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

The Statement of Net Assets and the Statement of Activities report the School Board's net assets and changes in them. You can think of the School Board's net assets, the difference between assets and liabilities, as one way to measure the School Board's financial health, or financial position. Over time, increases or decreases in the School Board's net assets are one indicator of whether its financial health is improving or deteriorating.

Fund financial statements start on page 10. All of the School Board's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short term view of the School Board's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School Board's activities as well as what remains for future spending.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2010

FINANCIAL ANALYSIS OF THE ENTITY

Statement of Net Assets
As of Year End

	<u>2010</u>	<u>2009</u>
Current and other assets	\$ 25,842,994	\$ 15,868,676
Capital assets, net	<u>11,327,325</u>	<u>11,907,158</u>
Total Assets	<u>\$ 37,170,319</u>	<u>\$ 27,775,834</u>
Accounts payable and accruals	\$ 2,515,606	\$ 2,313,665
Compensated absences payable	1,196,346	1,000,739
Other post employment benefits payable	3,892,598	2,258,668
General obligation bonds	<u>6,375,000</u>	<u>7,020,000</u>
Total Liabilities	13,979,550	12,593,072
Net assets		
Investment in capital assets, net of related debt	4,952,325	4,887,158
Restricted	7,157,835	4,224,738
Unrestricted	<u>11,080,609</u>	<u>6,070,866</u>
Total Net Assets	<u>23,190,769</u>	<u>15,182,762</u>
Total Liabilities and Net Assets	<u>\$ 37,170,319</u>	<u>\$ 27,775,834</u>

Net assets of the Red River Parish School Board's increased by \$8,008,007 or 52.74% from the previous fiscal year. The increase is the result of operating and nonoperating revenues exceeding expenses during the fiscal year ended 2010 (See table below).

Statement of Activities
For the Year Ended

	<u>2010</u>	<u>2009</u>
General government		
Expenses	\$ (28,188,618)	\$ (23,768,701)
Program revenues		
Charges for services	63,252	69,731
Operating and capital grants and contributions	<u>4,250,088</u>	<u>3,601,463</u>
Subtotal	<u>(23,875,278)</u>	<u>(20,097,507)</u>
Taxes	20,686,088	10,899,442
Minimum foundation revenues	9,946,540	10,674,224
Other	<u>1,250,657</u>	<u>529,337</u>
Change in net assets	<u>\$ 8,008,007</u>	<u>\$ 2,005,496</u>

The Red River Parish School Board's total revenues increased by \$10,422,428 or 40.44% from the previous year. The total cost of all programs and services increased by \$4,419,917 or 18.60% from the previous year.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2010

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2010, the Red River Parish School Board had \$11,327,325, net of depreciation, invested in a broad range of capital assets (See table below). This amount represents a net decrease (including additions and deductions) of \$579,833 or 4.87% from the previous year.

Capital Assets at Year End (Net of Depreciation)		
	2010	2009
Land	\$ 150,657	\$ 150,657
Buildings and building improvements	10,381,900	10,737,653
Automobiles and equipment	794,768	1,018,848
Total	\$ 11,327,325	\$ 11,907,158

This year's major additions included:

Automobiles and equipment	\$ 132,543
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This year's major retirements included:

Automobiles and equipment	\$ 42,266
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Debt

The Red River Parish School Board had \$7,571,346 in outstanding debt at year end compared to \$8,020,739 at the previous year end, a decrease of \$449,393 or 5.60% as shown in the table below.

Outstanding Debt at Year End		
	2010	2009
Compensated absences payable	\$ 1,196,346	\$ 1,000,739
General obligation bonds	6,375,000	7,020,000
Totals	\$ 7,571,346	\$ 8,020,739

New debt during the year included:

None.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)
JUNE 30, 2010

VARIATIONS BETWEEN ORIGINAL AND FINAL BUDGETS

Actual revenues were \$2,622,863 more than budgeted amounts due to taxes (ad valorem and sales & use) being more than expected.

Actual expenditures were \$707,780 less than budgeted amounts due to regular and special program expenditures being less than expected.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The Red River Parish School Board's elected and appointed officials considered the following factors and indicators when setting next year's budget, rates, and fees. These factors and indicators include:

- 1) Minimum foundation program revenues
- 2) Taxes (ad valorem and sales)
- 3) Intergovernmental revenues (federal and state grants)

The Red River Parish School Board does not expect any significant changes in next year's results as compared to the current year.

CONTACTING THE RED RIVER PARISH SCHOOL BOARD'S MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Red River Parish School Board's finances and to show the Red River Parish School Board's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Kay Easley, Superintendent, Post Office Box 1369, Coushatta, Louisiana 71019.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
STATEMENT OF NET ASSETS
JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
Assets		
Current Assets		
Cash and cash equivalents	\$ 21,643,071	\$ 11,713,438
Investments	1,384,866	1,345,174
Accounts receivable	2,799,893	2,794,412
Inventories	<u>15,164</u>	<u>15,652</u>
Total Current Assets	25,842,994	15,868,676
Noncurrent Assets		
Capital assets, net	<u>11,327,325</u>	<u>11,907,158</u>
Total Assets	<u>\$ 37,170,319</u>	<u>\$ 27,775,834</u>
Liabilities and Net Assets		
Liabilities		
Current Liabilities		
Current portion of general obligation bonds	\$ 680,000	\$ 645,000
Accounts payable and accruals	2,443,569	2,234,339
Interest payable	<u>72,037</u>	<u>79,326</u>
Total Current Liabilities	3,195,606	2,958,665
Noncurrent Liabilities		
Compensated absences payable	1,196,346	1,000,739
Other post employment benefits payable	3,892,598	2,258,668
General obligation bonds, net of current portion	<u>5,695,000</u>	<u>6,375,000</u>
Total Liabilities	13,979,550	12,593,072
Net Assets		
Investment in capital assets, net of related debt	4,952,325	4,887,158
Restricted		
Salaries	4,466,321	2,389,530
Retirement of long-term debt	2,440,633	1,741,631
Construction and renovations of capital assets	250,881	93,577
Unrestricted	<u>11,080,609</u>	<u>6,070,866</u>
Total Net Assets	<u>23,190,769</u>	<u>15,182,762</u>
Total Liabilities and Net Assets	<u>\$ 37,170,319</u>	<u>\$ 27,775,834</u>

The accompanying notes are an integral part of this statement.

EXHIBIT B

**RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
STATEMENT OF ACTIVITIES**

FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010			2009		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Assets	Revenue and Changes in Net Assets
Governmental Activities						
Instruction						
Regular programs	\$ 12,210,121	\$ 0	\$ 1,029,555	\$ 0	\$ (11,180,566)	\$ (8,004,567)
Special programs	4,020,239	0	1,588,421	0	(2,431,818)	(2,393,128)
Adult and continuing education	767,317	0	71,202	0	(696,115)	(615,508)
Support services						
Student services	1,384,008	0	244,476	0	(1,139,532)	(975,512)
Instructional staff support	1,354,417	0	401,317	0	(953,100)	(814,271)
General administration	554,966	0	6,102	0	(548,864)	(548,909)
School administration	1,740,029	0	150,636	0	(1,589,393)	(1,451,862)
Business services	393,066	0	4,311	0	(388,755)	(338,326)
Plant services	1,546,694	0	14,809	0	(1,531,885)	(1,589,230)
Student transportation services	1,714,861	0	18,157	0	(1,696,704)	(1,545,000)
Central services	4,980	0	65	0	(4,915)	(2,335)
Food services	1,548,180	63,252	698,564	0	(786,364)	(665,883)
Interest on long-term debt	237,364	0	0	0	(237,364)	(401,869)
Depreciation (unallocated)	712,376	0	0	22,473	(689,903)	(749,077)
Total General Activities	\$ 28,188,618	\$ 63,252	\$ 4,227,615	\$ 22,473	(23,875,278)	(20,097,507)
General Revenues						
Property taxes, levied for general purposes					2,601,913	1,480,254
Property taxes, levied for debt service					1,558,125	907,180
Sales taxes, levied for general purposes					16,526,050	8,512,008
State revenue sharing					48,560	48,708
Minimum foundation program (MFP) revenues					9,946,540	10,674,224
Interest income					524,451	384,563
Miscellaneous					677,646	96,066
Total General Revenues					31,883,285	22,103,003
Change in Net Assets					8,008,007	2,005,496
Net Assets, Beginning of year					15,182,762	13,177,266
Net Assets, End of year					\$ 23,190,769	\$ 15,182,762

The accompanying notes are an integral part of this statement.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2010 AND 2009

	2010				2009	
	General Fund	Debt Service Fund	Employee Salaries and Benefits	Other Governmental Funds	Total	Total
Assets						
Cash and cash equivalents	\$ 15,772,941	\$ 1,579,797	\$ 3,463,755	\$ 826,578	\$ 21,643,071	\$ 11,713,438
Investments	355,604	856,152	0	173,110	1,384,866	1,345,174
Receivable	1,028,188	4,684	1,004,328	762,693	2,799,893	2,794,412
Interfund receivable	812,254	0	0	0	812,254	793,098
Inventories	0	0	0	15,164	15,164	15,652
Total Assets	\$ 17,968,987	\$ 2,440,633	\$ 4,468,083	\$ 1,777,545	\$ 26,655,248	\$ 16,661,774
Liabilities and Fund Balances						
Liabilities						
Accounts payable and accruals	\$ 2,410,759	\$ 0	\$ 1,762	\$ 31,048	\$ 2,443,569	\$ 2,234,339
Interfund payables	0	0	0	812,254	812,254	793,098
Total Liabilities	2,410,759	0	1,762	843,302	3,255,823	3,027,437
Fund Balances						
Reserved						
Salaries	0	0	4,466,321	0	4,466,321	2,389,530
Retirement of long-term debt	0	2,440,633	0	0	2,440,633	1,741,631
Construction and renovations of capital assets	0	0	0	250,881	250,881	93,577
Unreserved	15,558,228	0	0	683,362	16,241,590	9,409,599
Total Fund Balances	15,558,228	2,440,633	4,466,321	934,243	23,399,425	13,634,337
Total Liabilities and Fund Balances	\$ 17,968,987	\$ 2,440,633	\$ 4,468,083	\$ 1,777,545	\$ 26,655,248	\$ 16,661,774

The accompanying notes are an integral part of this statements.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET ASSETS
JUNE 30, 2010

Total Fund Balances for Governmental Funds (Exhibit C) \$ 23,399,425

Total Net Assets reported for governmental activities in the statement of net assets is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Land	\$ 150,657	
Buildings and building improvements, net of \$3,621,201 in accumulated depreciation	10,381,900	
Automobiles and equipment, net of \$1,539,424 in accumulated depreciation	<u>794,768</u>	
Total Capital Assets		11,327,325

Elimination of interfund assets and liabilities

Interfund receivables	(812,254)	
Interfund payables	<u>812,254</u>	
Net Interfund Assets and Liabilities		0

Long-term liabilities are not due and payable in the current period and therefore are not reported in the fund liabilities. Interest on long-term debt is not accrued in government funds, but rather is recognized as an expenditure when due. Long-term liabilities and accrued interest on long-term debts are reported in the statement of net assets. Long-term liabilities and accrued interest on long-term debt at year end consist of:

Interest payable	72,037	
Compensated absences payable	1,196,346	
Other post employment benefits payable	3,892,598	
General obligation bonds	<u>\$ 6,375,000</u>	
Total Long-term Liabilities		<u>(11,535,981)</u>

Total Net Assets of Governmental Activities (Exhibit A) \$ 23,190,769

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEARS ENDED JUNE 30, 2010 AND 2009

	2010				2009	
	General Fund	Debt Service Fund	Employee Salaries and Benefits	Other Governmental Funds	Total	Total
Revenues						
Local Sources						
Taxes: Ad valorem	\$ 1,292,234	\$ 1,558,125	\$ 995,033	\$ 314,646	\$ 4,160,038	\$ 2,387,434
Taxes: Sales and use	8,263,025	0	8,263,025	0	16,526,050	8,512,008
Interest earnings	484,882	30,530	1,994	7,045	524,451	384,563
Charges for services	0	0	0	63,252	63,252	69,731
Other	677,646	0	0	0	677,646	96,066
State Sources						
Minimum foundation program (MFP)	9,772,848	0	0	173,692	9,946,540	10,674,224
Other	201,481	0	0	497,730	699,211	1,063,274
Federal Sources	4,133	0	0	3,595,304	3,599,437	2,586,897
Total Revenues	20,696,249	1,588,655	9,260,052	4,651,669	36,196,625	25,774,197
Expenditures						
Current						
Instruction						
Regular programs	6,150,127	0	3,197,866	1,032,591	10,380,584	7,536,802
Special programs	1,441,770	0	1,000,364	1,578,105	4,020,239	3,371,962
Adult and continuing education	454,493	0	244,604	68,220	767,317	661,368
Support Services						
Student services	738,593	0	423,775	221,640	1,384,008	1,019,797
Instructional staff support	632,229	0	334,087	388,101	1,354,417	1,081,042
General administration	465,813	0	89,153	0	554,966	512,908
School administration	1,070,952	0	535,865	133,212	1,740,029	1,448,560
Business services	275,057	0	117,318	691	393,066	313,470
Plant services	1,130,491	0	253,580	162,623	1,546,694	1,533,839
Student transportation services	1,255,960	0	457,027	1,874	1,714,861	1,422,725
Central services	4,980	0	0	0	4,980	2,369
Food services	274,648	0	369,052	904,480	1,548,180	1,311,954
Capital outlay	72,675	0	0	59,868	132,543	777,865
Debt Service						
Principal retirement	0	645,000	0	0	645,000	465,000
Interest and bank charges	0	244,653	0	0	244,653	395,846
Total Expenditures	13,967,788	889,653	7,022,691	4,551,405	26,431,537	21,855,507
Excess/(Deficiency) of Revenues Over Expenditures	6,728,461	699,002	2,237,361	100,264	9,765,088	3,918,690
Other Financing Sources/(Uses)						
Operating transfers in	124,704	0	0	35,866	160,570	241,108
Operating transfers out	0	0	(160,570)	0	(160,570)	(241,108)
Total Other Financing Sources/(Uses)	124,704	0	(160,570)	35,866	0	0
Net Changes In Fund Balances	6,853,165	699,002	2,076,791	136,130	9,765,088	3,918,690
Fund Balances, Beginning of year	8,705,063	1,741,631	2,389,530	798,113	13,634,337	9,715,647
Fund Balances, End of year	\$ 15,558,228	\$ 2,440,633	\$ 4,466,321	\$ 934,243	\$ 23,399,425	\$ 13,634,337

The accompanying notes are an integral part of this statement.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2010

Net Change in Fund Balances-Total Governmental Funds (Exhibit E)	\$ 9,765,088
The change in Net Assets reported for governmental activities in the statement of activities is different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation (\$712,376) exceeds capital outlays (\$132,543) in the current period.	(579,833)
Some expenses reported in the statement of activities, changes in noncurrent liabilities, do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. Changes in noncurrent liabilities are as follows:	
Interest payable	\$ (7,289)
Compensated absences payable	195,607
Other post employment benefits	<u>\$ 1,633,930</u>
Total Changes in Noncurrent Liabilities	(1,822,248)
Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.	<u>645,000</u>
Change in Net Assets of Governmental Activities (Exhibit B)	<u>\$ 8,008,007</u>

EXHIBIT G

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
STATEMENT OF FIDUCIARY ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2010 AND 2009

	<u>2010</u>	<u>2009</u>
Assets		
Cash	\$ <u>114,388</u>	\$ <u>76,221</u>
Total Assets	\$ <u>114,388</u>	\$ <u>76,221</u>
Liabilities		
Due to other governments	\$ <u>114,388</u>	\$ <u>76,221</u>
Total Liabilities	\$ <u>114,388</u>	\$ <u>76,221</u>

The accompanying notes are an integral part of this statement.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2010

INTRODUCTION

The Red River Parish School Board was created by Louisiana Revised Statute (LSA R.S.) 17:51 to provide public education for the children within Red River Parish. The School Board is authorized by LSA-R.S. 17:81 to establish policies and regulations for its own government consistent with the laws of the State of Louisiana and the regulations of the Louisiana Board of Elementary and Secondary Education. The School Board is comprised of seven members who are elected from their respective districts for terms of four years.

The School Board operates five schools within the parish with a total enrollment of approximately 1,395 pupils. In conjunction with the regular educational programs, some of these schools offer special educations and/or adult education programs. In addition, the School Board provides transportation and school food services for the students.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Basis of Accounting

The accompanying financial statements of the Red River Parish School Board have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

This financial report has been prepared in conformity with GASB Statement No. 34, Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments, issued in June 1999.

B. Reporting Entity

GASB Statement 14 establishes criteria for determining the governmental reporting entity and component units that should be included within the reporting entity. Under provisions of this Statement, the School Board is considered a primary government, since it is a special purpose government that has a separately elected governing body, is legally separate, and is fiscally independent of other state or local governments. As used in GASB Statement No. 14, fiscally independent means that the School Board may, without the approval or consent of another governmental entity, determine or modify its own budget, levy its own taxes or set rates or charges, and issue bonded debt. The School Board also has no component units, defined by GASB Statement No. 14 as other legally separate organizations for which the elected school board members are financially accountable. There are no other primary governments with which the School Board has a significant relationship.

C. Funds

The School Board uses funds to maintain its financial records during the year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School Board *functions and activities*. A *fund* is defined as a separate fiscal and accounting entity with a self-balancing set of accounts. Funds of the School Board are classified into two categories: governmental and fiduciary, as follows:

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Funds (Continued)

Governmental Funds

Governmental funds account for all or most of the School Board's general activities. These funds focus on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may be used. Current liabilities are assigned to the fund from which they will be paid. The difference between a governmental fund's assets and liabilities is reported as fund balance. In general, fund balance represents the accumulated expendable resources which may be used to finance future period programs or operations of the School Board. The following are the School Board's primary governmental funds:

General Fund - the primary operating fund of the School Board and it accounts for all financial resources, except those required to be accounted for in other funds. The General Fund is available for any purpose provided it is expended or transferred in accordance with state and federal laws and according to School Board policy.

Special Revenue Funds - account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes, or designated by the School Board to be accounted for separately.

Debt Service Funds - account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds - account for financial resources received and used for the acquisition, construction, or improvement of capital facilities not reported in the other governmental funds.

Fiduciary Funds

Fiduciary fund reporting focuses on net assets and changes in net assets. The only fund accounted for in this category by the School Board is the agency fund. The agency fund accounts for assets held by the School Board as an agent for schools, and school organizations. These funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Consequently, the agency fund has no measurement focus, but does use the modified accrual basis of accounting.

D. Measurement Focus/Basis of Accounting

Government - Wide Financial Statements

The Statement of Net Assets (exhibit A) and the Statement of Activities (exhibit B) display information about the reporting government as a whole. These statements include all the financial activities of the School Board, except for the fiduciary fund. Fiduciary funds are reported only in the Statement of Fiduciary Net Assets (exhibit G) at the fund financial statement level.

The government - wide financial statements were prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues, expenses, gains, losses, assets and liabilities resulting from exchange or exchange-like transactions are recognized when the exchange occurs (regardless of when cash is received or disbursed). Revenues, expenses, gains, losses, assets and liabilities resulting from nonexchange transactions are recognized in accordance with the requirements of GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D. Measurement Focus/Basis of Accounting (Continued)

Fund Financial Statements

Governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the balance sheet (exhibit C). The Statement of Revenues, Expenditures, and Changes in Fund Balances (exhibit E) reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government - wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government - wide statements and the statements for governmental funds.

Fund financial statements report detailed information about the School Board. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column.

Governmental funds and the agency fund use the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become both measurable and available). Measurable means the amount of the transaction can be determined and available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. The School Board considers all revenues available if they are collected within 60 days after the fiscal year end. Expenditures are recorded when the related fund liability is incurred, except for interest and principal payments on general long-term debt which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources. The governmental funds use the following practices in recording revenues and expenditures:

Revenues

Ad valorem taxes are recorded in the year the taxes are due and payable. Ad valorem taxes are assessed on a calendar year basis. Taxes are levied on October 31 and are payable upon receipt of notice. Ad valorem taxes attach as an enforceable lien on property on December 31 of each year, and become delinquent on January 1.

Sales and use tax revenues are recorded in the month collected by the tax collector.

Entitlements (which include state equalization and state revenue sharing) are recorded as unrestricted grants-in-aid when available and measurable. Federal and state grants are recorded when the reimbursable expenditures have been incurred.

Other receipts become measurable and available when cash is received by the school board and are recognized as revenue at that time.

Expenditures

Salaries are recorded as paid. Salaries for nine-month employees who elect to be paid over twelve months are accrued at June 30.

Other Financing Sources/(Uses)

Transfers between funds that are not expected to be repaid (or any other types, such as capital lease transactions, sale of fixed assets, debt extinguishment, long-term proceeds, et cetera) are accounted for as other financing sources/(uses). These other financing sources/(uses) are recognized at the time the underlying events occur.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E. Budgetary Accounting

Formal budgetary accounting is employed as a management control. The Red River Parish School Board prepares and adopts a budget prior to July 1 of each year for its general and all special revenue funds in accordance with Louisiana Revised Statutes. The operating budget is prepared based on prior year's revenues and expenditures and the estimated increase therein for the current year, using the full accrual basis of accounting. The School Board amends its budget when projected revenues are expected to be less than budgeted revenues by five percent or more and/or projected expenditures are expected to be more than budgeted amounts by five percent or more. The School Board approves the overall budget at the function level and management has authority to transfer amounts between line items within a function. All budget appropriations lapse at year end.

F. Cash and Cash Equivalents

Cash - includes not only currency on hand but also demand deposits with banks or other financial institutions and other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty.

Cash equivalents - includes all short term, highly liquid investments that are readily convertible to known amounts of cash and are so near their maturity that they present insignificant risk of changes in value because of interest rates. Generally, only investments which, at the day of purchase, have a maturity date no longer than three months qualify under this definition.

G. Investments

Investments are limited by R.S. 33:2955 and the School Board's investment policy. If the original maturities of investments exceed 90 days, they are classified as investments; however, if the original maturities are 90 days or less, they are classified as cash equivalents.

H. Receivables

All receivables are reported at their gross value and, where applicable, are reduced by the estimated portion that is expected to be uncollectible.

I. Bad Debts

Uncollectible accounts receivable are recognized as bad debts through the establishment of an allowance account at the time information becomes available which would indicate the uncollectibility of the particular receivable. At June 30, 2010, \$0 were considered to be uncollectible.

J. Short-term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivable/payables.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

K. Inventory

Paper, pencils and other miscellaneous supplies are expended when purchased due to the very small amount of inventory maintained. Purchases of food items in the school food service special revenue fund are inventoried.

Inventory of the school food service special revenue fund consists of food purchases by the school board and commodities granted by the United States Department of Agriculture through the Louisiana Department of Agriculture and Forestry. All items purchased are valued at the lower of cost, using the first-in, first-out (FIFO) method, or market. Costs are recorded as expenditures at the time individual items are consumed (consumption method). Commodities are assigned values based on information provided by the United States Department of Agriculture, also on a FIFO basis.

L. Capital Assets

Capital assets are carried at historical costs. Depreciation of all exhaustible capital assets used by the Red River Parish School Board are charged as an expense against operations in the Statement of Activities. Capital assets net of accumulated depreciation are reported on the Statement of Net Assets. Depreciation is computed using the straight line method over the estimated useful life of the assets, generally 10 to 40 years for buildings and building improvements and 5 to 10 years for moveable property. Expenditures for maintenance, repairs and minor renewals are charged to earnings as incurred. Major expenditures for renewals and betterments are capitalized.

M. Compensated Absences

Red River Parish School Board employees earn annual and sick leave at various rates depending on the number of years in service. The maximum amount of annual and sick leave that may be accumulated and carried forward is 480 hours and unlimited, respectively. Several employees have been allowed accumulated annual leave in excess of the 480 hours for time accumulated under the previous policies, which allowed for unlimited annual leave. Upon termination, an employee is compensated for up to 640 hours of unused annual and 200 hours of sick leave at the employee's hourly rate of pay at the time of termination.

Under the Louisiana Teachers Retirement System, the total unused accumulated sick leave, including the 200 hours paid, is used in the retirement benefit computation as earned service for leave earned prior to July 1, 1988. For sick leave earned after July 1, 1988, under the Louisiana Teachers Retirement System and for sick leave earned under the Louisiana School Employees Retirement System, all unpaid sick leave, which excludes the 200 hours paid, is used in the retirement benefit computation as earned service.

Sabbatical leave may be granted for rest and recuperation and for professional and cultural improvement. Any employee with a teaching certificate is entitled, subject to approval by the school board, to one semester of sabbatical leave after three years of continuous service or two semesters of sabbatical leave after six or more years of continuous service. Sabbatical leave benefits are recorded as expenditures in the period paid.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

N. Restricted Net Assets

For government-wide statement of net assets, net assets are reported as restricted when constraints placed on net asset use are either:

1. Externally imposed by creditors (such as debt covenants), grantors, contributions, or laws or regulations of other governments; and
2. Imposed by law through constitutional provisions or enabling legislation.

O. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose.

P. Interfund Transactions

Transactions that constitute reimbursements to a fund for expenditures initially made from it that are properly applicable to another fund are recorded as expenditures in the reimbursing fund and as reductions of expenditures in the fund that is reimbursed. Nonrecurring or non routine permanent transfers of equity are reported as residual equity transfers. All other interfund transactions are reported as transfers.

Q. Sales Taxes

The Red River Parish School Board collects a one percent parish-wide sales and use tax with the net proceeds, after deducting costs of collection and administration, dedicated to supplement salaries of school board employees and/or operations of the public schools within the parish. In accordance with a School Board resolution adopted on August 3, 2009, the proceeds of the tax are designated as follows: 40 percent for salaries, 10 percent for transportation, 10 percent for individual school needs, and 40 percent to the general fund. The tax, authorized under the provisions of LSA-R.S. 33:2737 and approved by the voters on June 24, 1974, has no expiration date. The school board also collects a one percent parish-wide sales and use tax with the net proceeds, after deducting the reasonable and necessary cost of administering and collecting the tax, dedicated to employee salaries and benefits. The tax receipts and expenditures are accounted for in a special revenue fund entitled *Employee Salaries and Benefits*.

R. Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 2 LEVIED TAXES

The following is a summary of authorized and levied ad valorem taxes:

Parish-wide taxes	Authorized Millage	Levied Millage	Expiration Date
Constitutional	4.63	4.63	Statutory
Maintenance	16.11	16.11	2013
Construction, repair and maintenance	5.05	5.05	2017
Employee salary and benefits	15.97	15.97	2013
Consolidation	25.00	25.00	2017

NOTE 3 DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

A. Deposits with Financial Institutions

For reporting purposes, deposits with financial institutions including savings, demand deposits, time deposits, and certificates of deposit. Under state law the Red River Parish School Board may deposit funds within a fiscal agent bank selected and designated by the Interim Emergency Board. Further the School Board may invest in time certificates of deposit of state banks organized under the laws of Louisiana, national banks having their principal office in the state of Louisiana, in savings accounts or shares of savings and loan associations and savings banks and in share accounts and share certificate accounts of federally or state chartered credit unions.

Deposits in bank accounts are stated at cost, which approximates market. Under state law, these deposits must be secured by federal deposit insurance or the pledge of securities owned by the fiscal agent bank. The market value of the pledged securities plus the federal deposit insurance must at all times equal the amount on deposit with the fiscal agent bank. These pledged securities are held in the name of the pledging fiscal agent bank in a holding or custodial bank in the form of safekeeping receipts mutually acceptable to both parties.

At June 30, 2010, the Red River Parish School Board had bank deposit balances of \$23,142,325, as follows:

Demand deposits	\$ 1,392,024
Interest-bearing demand deposits	20,365,435
Certificates of Deposit, maturities greater than 90 days	1,384,866
Total	<u>\$ 23,142,325</u>

The deposits at June 30, 2010 were secured as follows:

	Cash	Certificates of Deposit	Total
Bank Balances (Category 3 Only, If Any)			
a. Uninsured and uncollateralized	\$ 0	\$ 0	\$ 0
b. Uninsured and uncollateralized with securities held by the pledging institution	0	0	0
c. Uninsured and uncollateralized with securities held by the pledging institution's trust department or agent but not in the entity's name	0	0	0
Total Category 3 Bank Balances	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 0</u>
Total Bank Balances (All Categories Including Category 3 Reported Above)	<u>\$ 22,145,437</u>	<u>\$ 1,384,866</u>	<u>\$ 23,530,303</u>

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 3 DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (CONTINUED)

A. Deposits with Financial Institutions (Continued)

The following is a breakdown by banking institution and amount of the balances shown above:

<u>Banking Institution</u>	<u>Amount</u>
Bank of Coushatta	\$ 23,530,303
Total	<u>\$ 23,530,303</u>

B. Investments

At June 30, 2010, the Red River Parish School Board had investments of \$0.

NOTE 4 ACCOUNTS RECEIVABLE

The following is a summary of accounts receivable at June 30, 2010:

<u>Class of Receivable</u>	<u>General Fund</u>	<u>Debt Service Fund</u>	<u>Employee Salaries and Benefits</u>	<u>Other Governmental Funds</u>	<u>Total</u>
Taxes	\$ 1,005,761	\$ 0	\$ 1,004,328	\$ 1,517	\$ 2,011,606
Intergovernmental	22,427	0	0	761,176	783,603
Interest	<u>0</u>	<u>4,684</u>	<u>0</u>	<u>0</u>	<u>4,684</u>
Total	<u>\$ 1,028,188</u>	<u>\$ 4,684</u>	<u>\$ 1,004,328</u>	<u>\$ 762,693</u>	<u>\$ 2,799,893</u>

NOTE 5 INTERFUND RECEIVABLES/PAYABLES

Interfund receivables/payables at June 30, 2010, resulting from the timing of transactions between funds are expected to be collected/repaid during the following fiscal year, are as follows:

<u>Fund</u>	<u>Receivable</u>	<u>Payable</u>
General	\$ 812,254	\$ 0
Debit service	0	0
Employee salaries and benefits	0	0
Other governmental	<u>0</u>	<u>812,254</u>
Total	<u>\$ 812,254</u>	<u>\$ 812,254</u>

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 6 CAPITAL ASSETS

A summary of Red River Parish School Board's capital assets at June 30, 2010 follows:

	Balance July 1, 2009	Additions	Retirements	Balance June 30, 2010
Capital Assets, not being depreciated				
Land	\$ 150,657	\$ 0	\$ 0	\$ 150,657
Total Capital Assets, not being depreciated	150,657	0	0	150,657
Capital Assets, being depreciated				
Buildings and building improvements	14,003,101	0	0	14,003,101
Less accumulated depreciation	(3,265,448)	(355,753)	0	(3,621,201)
Total Buildings and building improvements	10,737,653	(355,753)	0	10,381,900
Automobiles and equipment	2,243,915	132,543	(42,266)	2,334,192
Less accumulated depreciation:	(1,225,067)	(356,623)	42,266	(1,539,424)
Total Automobiles and equipment	1,018,848	(224,080)	0	794,768
Total Capital Assets, being depreciated	11,756,501	(579,833)	0	11,176,668
Total Capital Assets, net	<u>\$ 11,907,158</u>	<u>\$ (579,833)</u>	<u>\$ 0</u>	<u>\$ 11,327,325</u>

No depreciation expense was charged directly to any governmental functions.

NOTE 7 ACCOUNTS PAYABLE AND ACCRUALS

The following is a summary of accounts payable at June 30, 2010:

Class of Payable	General Fund	Debt Service Fund	Employee Salaries and Benefits	Other Governmental Funds	Total
Vendor	\$ 98,299	\$ 0	\$ 1,762	\$ 31,048	\$ 131,109
Salaries and benefits	2,312,460	0	0	0	2,312,460
Total	<u>\$ 2,410,759</u>	<u>\$ 0</u>	<u>\$ 1,762</u>	<u>\$ 31,048</u>	<u>\$ 2,443,569</u>

NOTE 8 LONG-TERM DEBT

The following is a summary of the long-term obligations of the Red River Parish School Board for the year ended June 30, 2010:

	Balance June 30, 2009	Additions	Deletions	Balance June 30, 2010	Current Amounts
Compensated absences	\$ 1,000,739	\$ 554,009	\$ 358,402	\$ 1,196,346	\$ 0
General obligation bonds-2008	7,020,000	0	645,000	6,375,000	680,000
Total	<u>\$ 8,020,739</u>	<u>\$ 554,009</u>	<u>\$ 1,003,402</u>	<u>\$ 7,571,346</u>	<u>\$ 680,000</u>

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 8 LONG-TERM DEBT (CONTINUED)

The terms of the individual general obligation bonds at June 30, 2010 are as follows:

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount Issued</u>	<u>Amount Outstanding</u>
General obligation bonds-2008	3.39%	2018	\$ 7,485,000	\$ 6,375,000
Total			<u>\$ 7,485,000</u>	<u>\$ 6,375,000</u>

The annual requirements to amortize all debt outstanding as of June 30, 2010 are as follows:

<u>Year Ended June 30,</u>	<u>Principal Payments</u>	<u>Interest Payments</u>	<u>Total</u>
2011	\$ 680,000	\$ 216,112	\$ 896,112
2012	705,000	193,061	898,061
2013	740,000	169,161	909,161
2014	775,000	144,075	919,075
2015	810,000	117,802	927,802
2016-2018	<u>2,665,000</u>	<u>183,400</u>	<u>2,848,400</u>
Total	<u>\$ 6,375,000</u>	<u>\$ 1,023,611</u>	<u>\$ 7,398,611</u>

In accordance with R.S. 39:562, the School Board is legally restricted from incurring long-term bonded debt in excess of 35% of the assessed value of taxable property. As of June 30, 2010, the statutory limit is \$27,415,476 and outstanding bonded debt totals \$6,375,000.

NOTE 9 INTERFUND TRANSFERS

Operating transfers for the year ended June 30, 2010, were as follows:

<u>Fund</u>	<u>Transfers In</u>	<u>Transfers Out</u>
General	\$ 124,704	\$ 0
Debit service	0	0
Employee salaries and benefits	0	160,570
Other governmental	<u>35,866</u>	<u>0</u>
Total	<u>\$ 160,570</u>	<u>\$ 160,570</u>

NOTE 10 CHANGES IN AGENCY FUND DEPOSITS DUE OTHERS

A summary of changes in agency fund deposits due others follows:

	<u>Balance</u>			<u>Balance</u>
<u>Agency Funds</u>	<u>June 30, 2009</u>	<u>Additions</u>	<u>Deletions</u>	<u>June 30, 2010</u>
School activity accounts	\$ 76,221	\$ 342,929	\$ 304,762	\$ 114,388
Total	<u>\$ 76,221</u>	<u>\$ 342,929</u>	<u>\$ 304,762</u>	<u>\$ 114,388</u>

NOTE 11 LEASES

The Red River Parish School Board was not obligated under any capital or operating lease commitments at June 30, 2010.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 12 RETIREMENT SYSTEMS

Substantially all employees of the School Board are members of two statewide retirements systems. In general, professional employees (such as teachers and principals) and lunchroom workers are member of the Teachers' Retirement System of Louisiana; other employees, such as custodial personnel and bus drivers, are members of the Louisiana School Employees' Retirement System. These Systems are cost-sharing, multiple-employer defined benefit pension plans administered by separate boards of trustees. Pertinent information relative to each plan follows:

A. Teachers' Retirement System of Louisiana (TRS)

The TRS consists of three membership plans: Regular Plan, Plan A, and Plan B. The TRS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The TRS issues a publicly available financial report that includes financial statements and required supplementary information for the TRS. That report may be obtained by writing to the Teachers' Retirement System of Louisiana, Post Office Box 94123, Baton Rouge, Louisiana 70804-9123, or by calling (504) 925-6446.

Plan members are required to contribute 8.0%, 9.1% and 5.0% of their annual covered salary for the Regular Plan, Plan A, and Plan B, respectively. The School Board is required to contribute at an actuarially determined rate. The current rate is 15.5%, 15.5% and 15.5% of annual covered payroll for the Regular Plan, Plan A and Plan B, respectively. Member contributions and employer contributions for the TRS are established by state law and rates are established by the Public Retirement System's Actuarial Committee. The school board's employer contributions for the TRS, as provided by state law, is funded by the state of Louisiana through annual appropriations, by deductions from local ad valorem taxes, and by remittances from the school board.

The School Board's contributions to the TRS for the years ending June 30, 2010, 2009 and 2008 were \$2,276,011, \$1,827,318 and \$1,447,044, respectively, equal to the required contributions for each year.

B. Louisiana School Employees' Retirement System (LASERS)

The LASERS provides retirement benefits as well as disability and survivor benefits. Ten years of service credit is required to become vested for retirement benefits and five years to become vested for disability and survivor benefits. Benefits are established and amended by state statute. The LASERS issues a publicly available financial report that includes financial statements and required supplementary information for the LASERS. That report may be obtained by writing to the Louisiana School Employees' Retirement System, Post Office Box 44516, Baton Rouge, Louisiana 70804, or by calling (504) 925-6484.

Plan members are required to contribute 7.5% of their annual covered salary and the school board is required to contribute at an actuarially determined rate. The current rate is 17.6% of annual covered payroll. Member contributions and employer contributions for the LASERS are established by state law and rates are established by the Public Retirement Systems' Actuarial Committee. The school board's employer contribution for the LASERS is funded by the State of Louisiana through annual appropriations.

The School Board's contributions to the LASERS for the years June 30, 2010, 2009 and 2008 were \$263,817, \$210,312 and \$158,650, respectively, equal to the required contributions for each year.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS

In accordance with state statutes, the School Board provides certain continuing health care and life insurance benefits for its retired employees. Substantially all of the School Board's employees become eligible for these benefits if they reach normal retirement age while working for the School Board. These benefits for retirees and similar benefits for active employees are provided through the Blue-Cross/Blue-Shield of Louisiana, whose monthly premiums are paid jointly by the employee and by the School Board.

The contribution requirements of plan members and the School Board are established and may be amended by LRS 42:801-883. Employees do not contribute to their post employment benefits cost until they become retirees and begin receiving those benefits. Contribution amounts vary depending on what healthcare plan is selected and if the member has Medicare coverage. Employees pay approximately 25% of the cost of coverage with the School Board paying 75%. Life insurance benefits are limited to \$50,000 of coverage per retiree and are paid 50% by the retiree and 50% by the School Board. The plan is currently financed on a pay-as-you-go basis with the School Board contributing \$424,970 for 109 retirees.

The School Board's Annual Required Contribution (ARC) is an amount actuarially determined in accordance with GASB 45, which is being implemented prospectively for the year ended June 30, 2010. The ARC represents a level of funding that, if paid on an ongoing basis, would cover normal cost each year and amortize any unfunded actuarial liabilities (UAL) over a period not to exceed thirty years. A level percentage of payroll amortization method, open period, was used. The total ARC for the fiscal year 2010 is \$2,058,900 as set forth below:

Normal cost	\$ 1,043,000
30-year UAL amortization amount	1,015,900
Interest on the above	<u>0</u>
Annual required contribution (ARC)	<u>\$ 2,058,900</u>

The following table presents the School Board's OPEB Obligation for the fiscal year 2010:

Beginning net OPEB obligation, July 1, 2009	\$ 2,258,668
Annual required contribution	2,058,900
Interest on net OPEB obligation	<u>0</u>
OPEB cost	2,058,900
Contributions made (retiree cost)	<u>(424,970)</u>
Change in net OPEB obligation	<u>1,633,930</u>
Ending net OPEB obligation, June 30, 2010	<u>\$ 3,892,598</u>

Utilizing the pay-as-you-go method, the School Board contributed 20.64% of the annual post employment benefits costs during 2010.

Since the plan was not funded, the School Board's entire actuarial accrued liability of \$24,814,700 was unfunded.

The funded status of the plan as of July 1, 2010, was as follows:

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
JUNE 30, 2010

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (CONTINUED)

Actuarial accrued liability (AAL)	\$ 24,814,700
Actuarial value of plan assets	<u>0</u>
Unfunded actuarial accrued liability (UAAL)	<u>\$ 24,814,700</u>
Funded ratio (actuarial value of plan assets/AAL)	0.00%
Covered payroll (annual payroll of active employee covered by the plan)	17,010,207
UAAL as a percentage of covered payroll	145.88%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial method and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities consistent with the long-term perspective of the calculations.

In the July 1, 2009, actuarial valuation, the projected unit credit actuarial cost method was used. The actuarial assumptions included a 4.0% investment rate of return (net of administrative expenses) and an annual healthcare cost trend rate of 8.5% and 9.6% for pre-Medicare and Medicare eligibles, respectively, scaling down to ultimate rates of 5% per year. The actuarial assumptions also include a payroll growth of 3.0% per annum. The School Board's unfunded actuarial accrued liability is being amortized as a level percentage of payroll on an open basis. The remaining amortization period at June 30, 2010, was 30 years.

NOTE 14 RISK MANAGEMENT

The Red River Parish School Board is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The School Board maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the School Board.

NOTE 15 LITIGATION

There was no outstanding litigation against the Red River Parish School Board at June 30, 2010.

NOTE 16 CLAIMS AND JUDGMENTS

The Red River Parish School Board participates in state and federal assisted grant programs. The programs are subject to compliance audits under the single audit approach. Such audits could lead to request for reimbursement by the grantor agency for expenditures disallowed under terms of the grants. School Board management believes that the amount of disallowance, if any, which may arise from future audits will not be material.

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE 1

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Fav./(Unfav.)</u>
Revenues				
<i>Local Sources</i>				
Taxes: Ad valorem	\$ 756,000	\$ 1,290,000	\$ 1,292,234	\$ 2,234
Taxes: Sales and use	3,523,046	7,000,000	8,263,025	1,263,025
Interest earnings	346,277	433,525	484,882	51,357
Other	120,410	702,536	677,646	(24,890)
<i>State Sources</i>				
Minimum foundation program (MFP)	10,262,933	9,772,848	9,772,848	0
Other	328,062	142,979	201,481	58,502
Federal Sources	<u>0</u>	<u>0</u>	<u>4,133</u>	<u>4,133</u>
Total Revenues	<u>15,336,728</u>	<u>19,341,888</u>	<u>20,696,249</u>	<u>1,354,361</u>
Expenditures				
<i>Current</i>				
<i>Instruction</i>				
Regular programs	5,633,208	6,460,816	6,150,127	310,689
Special programs	1,479,526	1,574,870	1,441,770	133,100
Adult and continuing education	406,350	459,075	454,493	4,582
<i>Support Services</i>				
Student services	676,426	742,465	738,593	3,872
Instructional staff support	563,293	687,476	632,229	55,247
General administration	492,146	485,000	465,813	19,187
School administration	929,292	1,074,640	1,070,952	3,688
Business services	263,074	283,886	275,057	8,829
Plant services	1,208,781	1,224,067	1,130,491	93,576
Student transportation services	1,177,514	1,333,466	1,255,960	77,506
Central services	4,000	6,300	4,980	1,320
Food services	188,237	270,354	274,648	(4,294)
Capital outlay	<u>730,237</u>	<u>57,500</u>	<u>72,675</u>	<u>(15,175)</u>
Total Expenditures	<u>13,752,084</u>	<u>14,659,915</u>	<u>13,967,788</u>	<u>692,127</u>
Excess/(Deficiency) of Revenues Over Expenditures	1,584,644	4,681,973	6,728,461	2,046,488
Other Financing Sources/(Uses)				
Operating transfers in	<u>80,000</u>	<u>80,000</u>	<u>124,704</u>	<u>44,704</u>
Total Other Financing Sources/(Uses)	<u>80,000</u>	<u>80,000</u>	<u>124,704</u>	<u>44,704</u>
Net Changes In Fund Balances	1,664,644	4,761,973	6,853,165	2,091,192
Fund Balances, Beginning of year	<u>8,705,063</u>	<u>8,705,063</u>	<u>8,705,063</u>	<u>0</u>
Fund Balances, End of year	<u>\$ 10,369,707</u>	<u>\$ 13,467,036</u>	<u>\$ 15,558,228</u>	<u>\$ 2,091,192</u>

Supplementary information. Presented as additional analytical data.

SCHEDULE 2

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET (GAAP BASIS) AND ACTUAL
EMPLOYEE SALARIES AND BENEFITS
FOR THE YEAR ENDED JUNE 30, 2010

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance Fav./Unfav.)</u>
Revenues				
Local Sources				
Taxes: Ad valorem	\$ 585,000	\$ 990,000	\$ 995,033	\$ 5,033
Taxes: Sales and use	3,523,046	7,000,000	8,263,025	1,263,025
Interest earnings	<u>920</u>	<u>1,550</u>	<u>1,994</u>	<u>444</u>
Total Revenues	4,108,966	7,991,550	9,260,052	1,268,502
Expenditures				
Current				
Instruction				
Regular programs	1,632,420	3,351,825	3,197,866	153,959
Special programs	529,678	896,684	1,000,364	(103,680)
Adult and continuing education	138,987	233,980	244,604	(10,624)
Support Services				
Student services	241,603	399,581	423,775	(24,194)
Instructional staff support	144,311	290,674	334,087	(43,413)
General administration	66,253	105,679	89,153	16,526
School administration	293,802	513,016	535,865	(22,849)
Business services	67,452	118,188	117,318	870
Plant services	236,440	270,051	253,580	16,471
Student transportation services	422,964	473,824	457,027	16,797
Food services	<u>335,056</u>	<u>384,842</u>	<u>369,052</u>	<u>15,790</u>
Total Expenditures	4,108,966	7,038,344	7,022,691	15,653
Excess/(Deficiency) of Revenues Over Expenditures	0	953,206	2,237,361	1,284,155
Other Financing Sources/(Uses)				
Operating transfers in	<u>0</u>	<u>0</u>	<u>(160,570)</u>	<u>(160,570)</u>
Total Other Financing Sources/(Uses)	<u>0</u>	<u>0</u>	<u>(160,570)</u>	<u>(160,570)</u>
Net Changes In Fund Balances	0	953,206	2,076,791	1,123,585
Fund Balances, Beginning of year	<u>2,389,530</u>	<u>2,389,530</u>	<u>2,389,530</u>	<u>0</u>
Fund Balances, End of year	<u>\$ 2,389,530</u>	<u>\$ 3,342,736</u>	<u>\$ 4,466,321</u>	<u>\$ 1,123,585</u>

OTHER SUPPLEMENTARY INFORMATION

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
GENERAL
JUNE 30, 2010

COMPENSATION PAID BOARD MEMBERS

The schedule of compensation paid to the School Board members is presented in compliance with House Concurrent Resolution No. 54 of the 1979 Session of the Louisiana Legislature. The compensation of the School Board members is included in the general administrative expenditures of the General Fund. In accordance with Louisiana Revised Statute 17:56, the School Board members have elected the monthly payment method of compensation. Under this method, each member of the School Board receives \$800 per month with the president receives an additional \$100 every month.

EXPENDITURE OF FEDERAL AWARDS AND AUDIT FINDINGS RESOLUTION

In accordance with Office of Management and Budget Circular A-133, schedules of expenditures of federal awards, follow-up and corrective action taken on prior audit findings, and corrective action plans for current year findings are presented.

SCHEDULE 3

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
SCHEDULE OF COMPENSATION PAID BOARD MEMBERS
FOR THE YEAR ENDED JUNE 30, 2010

Mr. Richard B. Cannon, President	\$	10,200
Ms. Valerie Cox		9,600
Mr. Roger G. Longino		10,200
Mr. J. B. McElwee		9,600
Mr. Cleve L. Miller		9,600
Ms. Kasandria W. White		9,600
Ms. Karen S. Womack		<u>9,600</u>
Total	\$	<u>68,400</u>

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2010

SECTION #1

SUMMARY OF AUDITORS' RESULTS

FINANCIAL STATEMENTS

- | | | |
|----|--|---------------|
| 1. | Type of auditors' report issued: | Unqualified |
| 2. | Internal control over financial reporting: | |
| | a) Material weakness(es) identified? | No |
| | b) Significant deficiency(ies) identified that are not considered to be material weaknesses? | None reported |
| 3. | Noncompliance material to financial statements noted? | No |

FEDERAL AWARDS

- | | | |
|----|--|---------------|
| 1. | Internal control over major program: | |
| | a) Material weakness(es) identified? | No |
| | b) Significant deficiency(ies) identified that are not considered to be material weaknesses? | None reported |
| 2. | Type of auditors report issued on compliance for major programs: | Unqualified |
| 3. | Any audit findings disclosed that are required to be reported in accordance with section 510(a) of OMB Circular A-133? | No |
| 4. | Identification of major programs: | |

CFDA Number

84.010 and 84.389
 84.027, 84.173, 84.391 and 84.392
 84.394

Name of Federal Program or Cluster

Title I, Part A Cluster
 Special Education Cluster
 State Fiscal Stabilization Fund Cluster

- | | | |
|----|--|-----------|
| 5. | Dollar threshold used to distinguish between Type A and Type B programs. | \$300,000 |
| 6. | Auditee qualified as low-risk auditee? | Yes |

SECTION #2

FINANCIAL STATEMENT FINDINGS

None reported.

SECTION #3

FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

~ None reported.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED
JUNE 30, 2010

<u>Federal Grantor/Pass-Through Grantor/Program Name</u>	<u>Pass-through #</u>	<u>CFDA No.</u>	<u>Expenditures</u>
United States Department of Agriculture			
Passed through Louisiana Department of Education			
School Breakfast Program	None	10.553	\$ 188,059
National School Lunch Program	None	10.555	469,536
2009 Equipment Assistance Grants for School Food Authorities	None	10.579	<u>22,473</u>
Total United States Department of Agriculture			680,068
United States Department of Education			
Passed through Louisiana Department of Education			
Title I Grants to Local Educational Agencies *	041-0305	84.010	965,347
Special Education - Grants to States *	041-9273,041-0346	84.027	388,659
Vocational Education - Basic Grants to States	041-0365	84.048	28,128
Special Education - Preschool Grants *	041-0348	84.173	5,519
Safe and Drug-Free Schools and Communities-State Grants	041-0316	84.186	8,912
State Grants for Innovative Programs	041-8320	84.298	978
Education Technology State Grants	041-0315	84.318	93,225
Rural Education	041-0381	84.358	31,910
Improving Teacher Quality State Grants	041-0313	84.367	180,311
Education for Homeless Children and Youth "Recovery Act"	041-9081	84.387	2,154
Title I Grants to Local Education Agencies "Recovery Act" *	041-9064	84.389	488,826
Special Education - Grants to States "Recovery Act" *	041-9205	84.391	214,937
Special Education - Preschool Grants "Recovery Act" *	041-9206	84.392	11,422
State Fiscal Stabilization Fund "Recovery Act" *	None	84.394	<u>301,165</u>
Total United States Department of Education			2,721,493
United States Department of Defense			
Direct Assistance			
Air Force Junior Officers Training Corps	None	12.000	58,250
United States Department of Health and Human Services			
Passed through the Louisiana Department of Education			
Temporary Assistance for Needy Families	041-0236	93.558	102,255
Noncash Federal Financial Assistance			
Passed through Louisiana Department of Agriculture and Forestry			
Food Donation	None	10.550	<u>37,371</u>
TOTAL FEDERAL AWARDS			<u>\$ 3,599,437</u>

Notes to the Schedule of Federal Awards

- A. Federal awards are recorded when the reimbursable expenditures have been incurred.
- B. Expenditures are generally recognized under the modified accrual basis of accounting when the related liability is incurred.

Note: The dollar threshold to distinguish between type A and type B programs was \$300,000.

* Denotes a major federal award program.

HINES, SHEFFIELD & SQUYRES, L.L.C.

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REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

Board Members
Red River Parish School Board
Coushatta, Louisiana

We have audited the accompanying financial statements of the governmental activities, each major fund and the aggregate remaining fund information of the Red River Parish School Board, Coushatta, Louisiana as of and for the year ended June 30, 2010, and have issued our report dated December 15, 2010. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the Red River Parish School Board's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the School Board's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Red River Parish School Board's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Red River Parish School Board's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

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This report is intended solely for the information and use of the Red River Parish School Board, management, federal awarding agencies, pass-through entities, and the Louisiana State Legislative Auditor and is not intended to be, and should not be used by anyone other than these specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Hines, Sheffield & Squyres

Natchitoches, Louisiana

December 15, 2010

HINES, SHEFFIELD & SQUYRES, L.L.C.

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REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

Board Members
Red River Parish School Board
Coushatta, Louisiana

Compliance

We have audited the Red River Parish School Board's compliance with the types of compliance requirements described in the OMB Circular A-133 Compliance Supplement that could have a direct and material effect on each of the Red River Parish School Board's major federal programs for the year ended June 30, 2010. The Red River Parish School Board's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the Red River Parish School Board's management. Our responsibility is to express an opinion on the Red River Parish School Board's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133. Those standards and OMB A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Red River Parish School Board's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Red River Parish School Board's compliance with those requirements.

In our opinion, the Red River Parish School Board complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

Management of the Red River Parish School Board is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered the School Board's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the School Board's internal control over compliance.

A deficiency in internal control over compliance exist when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the Red River Parish School Board, federal awarding agencies, pass-through entities, and the Louisiana State Legislative Auditor and is not intended to be, and should not be, used by anyone other than the specified parties. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislative Auditor as a public document.

Hines, Sheffield & Squyres

Natchitoches, Louisiana

December 15, 2010

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010

<u>Ref. No.</u>	<u>Fiscal Year Finding Initially Occurred</u>	<u>Description of Finding</u>	<u>Corrective Action Taken (Yes, No, Partially)</u>	<u>Planned Corrective Action/Partial Corrective Action Taken</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
CORRECTIVE ACTION PLAN FOR CURRENT YEAR AUDIT FINDINGS
FOR THE YEAR ENDED JUNE 30, 2010

<u>Ref. No.</u>	<u>Description of Finding</u>	<u>Correct Action Planned</u>	<u>Name(s) of Contact Person(s)</u>	<u>Expected Date of Completion</u>
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Nothing came to our attention that would require disclosure under Government Auditing Standards.

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
GENERAL FUND INSTRUCTIONAL AND SUPPORT EXPENDITURES
AND CERTAIN LOCAL REVENUES SOURCES
FOR THE YEAR ENDED JUNE 30, 2010

General Fund Instructional and Equipment Expenditures

General Fund Instructional Expenditures:

Teacher and Student Interaction Activities:

Classroom Teacher Salaries	\$ 5,405,306	
Other Instructional Staff Activities	31,635	
Employee Benefits	1,802,879	
Purchased Professional and Technical Services	76,522	
Instructional Materials and Supplies	678,889	
Instructional Equipment	<u>29,530</u>	
Total Teacher and Student Interaction Activities		\$ 8,024,761

Other Instructional Activities

Pupil Support Activities	738,593	51,159
Less: Equipment for Pupil Support Activities	<u>0</u>	
Net Pupil Support Activities		738,593

Instructional Staff Services

Less: Equipment for Instructional Staff Services	632,229	
Net Instructional Staff Services	<u>\$ 0</u>	632,229

Total General Fund Instructional Expenditures \$ 9,446,742

Total General Fund Equipment Expenditures \$ 72,675

Certain Local Revenue Sources

Local Taxation Revenue:

Constitutional Ad Valorem Taxes	\$ 299,425
Renewable Ad Valorem Tax	1,041,844
Debt Service Ad Valorem tax	0
Up to 1% of collections by the Sheriff on Taxes Other than School Taxes	(49,035)
Sales and Use Taxes	<u>8,263,025</u>
Total Local Taxation Revenue	<u>\$ 9,555,259</u>

Local Earnings on investment in Real Property:

Earnings from 16 th Section Property	\$ 631,360
Earnings from Other Real Property	<u>120</u>
Total Local Earnings on Investments in Real Property	<u>\$ 631,480</u>

State Revenue in Lieu of Taxes:

Revenue Sharing - Constitutional Tax	\$ 22,890
Revenue Sharing - Other Taxes	0
Revenue Sharing - Excess Portion	705
Other Revenue in Lieu of Taxes	<u>0</u>
Total State Revenue in Lieu of Taxes	<u>\$ 23,595</u>

Nonpublic Textbook Revenue \$ 0

Nonpublic Transportation Revenue \$ 0

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
NUMBER AND TYPE OF PUBLIC SCHOOLS
FOR THE YEAR ENDED JUNE 30, 2010

<u>Type</u>	<u>Number</u>
Elementary	1
Middle/Jr. High	1
Secondary	1
Combination	2
Total	5

Note: Schools opened or closed during the fiscal year are included in this schedule.

SCHEDULE 11

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA

EXPERIENCE OF PUBLIC PRINCIPALS, ASSISTANT PRINCIPALS, AND FULL-TIME CLASSROOM TEACHERS
AS OF OCTOBER 1, 2009

	<u>0-1 Yr.</u>	<u>2-3 Yrs.</u>	<u>4-10 Yrs.</u>	<u>11-14 Yrs.</u>	<u>15-19 Yrs.</u>	<u>20-24 Yrs.</u>	<u>25+ Yrs.</u>	<u>Total</u>
Assistant Principals	0	0	0	0	0	0	1	1
Principals	0	0	0	0	2	1	1	4
Classroom Teachers	10	11	32	17	17	11	20	118
Total	<u>10</u>	<u>11</u>	<u>32</u>	<u>17</u>	<u>19</u>	<u>12</u>	<u>22</u>	<u>123</u>

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
PUBLIC SCHOOL STAFF DATA: AVERAGE SALARIES
FOR THE YEAR ENDED JUNE 30, 2010

	<u>All Classroom Teachers</u>	<u>Classroom Teachers</u>
		<u>Excluding ROTC and Rehired Retirees</u>
Average Classroom Teachers' Salary Including Extra Compensation	\$ 78,866	\$ 77,799
Average Classroom Teachers' Salary' Excluding Extra Compensation	\$ 66,814	\$ 65,797
Number of Teacher Full-time Equivalent (FTEs) used in Computation of Average Salaries	115.88	102.88

Note: Figures reported include all sources of funding (i.e., federal, state, and local) but exclude employee benefits. Generally, retired teachers rehired to teach receive less compensation than non-retired teachers and ROTC teachers receive more compensation because of a federal supplement. Therefore, these teachers are excluded from the computation in the last column. This schedule excludes day-to-day substitutes and temporary employees.

SCHEDULE 13

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
CLASS SIZE CHARACTERISTICS
AS OF OCTOBER 1, 2009

School Type	Class Size Range							
	1 - 20		21 - 26		27 - 33		34+	
	Percent	Number	Percent	Number	Percent	Number	Percent	Number
Elementary	17.1%	53	61.1%	102	0.0%	0	0.0%	0
Elementary Activity Classes	2.3%	7	10.8%	18	0.0%	0	0.0%	0
Middle/Jr. High	16.8%	52	16.2%	27	78.6%	11	0.0%	0
Middle/Jr. High Activity Classes	2.9%	9	3.6%	6	14.3%	2	0.0%	0
High	44.8%	139	7.8%	13	7.1%	1	0.0%	0
High Activity Classes	11.3%	35	0.0%	0	0.0%	0	0.0%	0
Combination	4.8%	15	0.5%	1	0.0%	0	0.0%	0
Combination Activity Classes	0.0%	0	0.0%	0	0.0%	0	0.0%	0

Note: The Board of Elementary and Secondary Education has set specific limits on the maximum size of classes at various grade levels. The maximum enrollment in grades K-3 is 26 students and maximum enrollment in grades 4-12 is 33 students. These limits do not apply to activity classes such as physical education, chorus, band, and other classes without maximum enrollment standards. Therefore, these classes are included only as separate line items.

SCHEDULE 14

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
LOUISIANA EDUCATIONAL ASSESSMENT PROGRAM (LEAP)
FOR THE YEAR ENDED JUNE 30, 2010

<u>District Achievement Level</u>	<u>English Language Arts</u>						<u>Mathematics</u>						
	<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	
<u>Grade 4</u>													
Advanced	1	0.8%	3	2.7%	7	6.5%	6	5.0%	0	0.0%	7	6.5%	
Mastery	10	8.3%	23	20.5%	21	19.4%	17	14.2%	8	7.1%	20	18.5%	
Basic	57	47.5%	39	34.8%	42	38.9%	57	47.5%	56	50.0%	41	38.0%	
Approaching Basic	32	26.7%	35	31.3%	23	21.3%	23	19.1%	33	29.5%	24	22.2%	
Unsatisfactory	20	16.7%	12	10.7%	15	13.9%	17	14.2%	15	13.4%	16	14.8%	
Total	120	100%	112	100%	108	100%	120	100%	112	100%	108	100%	

<u>District Achievement Level</u>	<u>Science</u>						<u>Social Studies</u>					
	<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
<u>Grade 4</u>												
Advanced	3	2.5%	4	3.6%	5	4.6%	1	0.8%	0	0.0%	0	0.0%
Mastery	10	8.4%	13	11.6%	17	15.7%	12	10.1%	15	13.4%	13	12.0%
Basic	56	47.1%	50	44.6%	44	40.8%	60	50.4%	51	45.5%	50	46.3%
Approaching Basic	33	27.7%	31	27.7%	28	25.9%	27	22.7%	24	21.4%	20	18.5%
Unsatisfactory	17	14.3%	14	12.5%	14	13.0%	19	16.0%	22	19.7%	25	23.2%
Total	119	100%	112	100%	108	100%	119	100%	112	100%	108	100%

SCHEDULE 14

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
LOUISIANA EDUCATIONAL ASSESSMENT PROGRAM (LEAP) (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010

District Achievement Level	English Language Arts						Mathematics					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students	3	2.9%	0	0.0%	0	0.0%	1	1.0%	1	0.8%	0	0.0%
Advanced	9	8.7%	7	5.5%	3	2.4%	2	1.9%	0	0.0%	1	0.8%
Mastery	40	38.4%	48	37.8%	39	31.7%	44	42.3%	44	34.6%	28	22.8%
Basic	42	40.4%	43	33.9%	52	42.3%	27	26.0%	42	33.1%	51	41.5%
Approaching Basic	10	9.6%	29	22.8%	29	23.6%	30	28.8%	40	31.5%	43	34.9%
Unsatisfactory												
Total	104	100%	127	100%	123	100%	104	100%	127	100%	123	100%

District Achievement Level	Science						Social Studies					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Students	2	2.0%	0	0.0%	1	0.8%	3	2.9%	0	0.0%	1	0.8%
Advanced	6	5.9%	8	6.3%	5	4.1%	11	10.8%	6	4.7%	1	0.8%
Mastery	29	28.4%	37	29.1%	26	21.3%	43	42.2%	40	31.5%	29	23.8%
Basic	45	44.1%	50	39.4%	36	29.5%	28	27.4%	39	30.7%	43	35.2%
Approaching Basic	20	19.6%	32	25.2%	54	44.3%	17	16.7%	42	33.1%	48	39.4%
Unsatisfactory												
Total	102	100%	127	100%	122	100%	102	100%	127	100%	122	100%

SCHEDULE 15

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
GRADUATION EXIT EXAMINATION (GEE)
FOR THE YEAR ENDED JUNE 30, 2010

District Achievement Level	English Language Arts						Mathematics						
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 10													
Advanced	0	0.0%	1	1.2%	0	0.0%	1	1.4%	2	2.6%	1	1.3%	
Mastery	5	7.3%	3	3.6%	7	8.2%	9	13.0%	6	7.8%	11	14.1%	
Basic	37	53.6%	44	53.7%	39	45.9%	37	53.6%	47	61.0%	34	43.6%	
Approaching Basic	17	24.6%	20	24.4%	18	21.2%	11	16.0%	16	20.8%	21	26.9%	
Unsatisfactory	10	14.5%	14	17.1%	21	24.7%	11	16.0%	6	7.8%	11	14.1%	
Total	69	100%	82	100%	85	100%	69	100%	77	100%	78	100%	

District Achievement Level	Science						Social Studies					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 11												
Advanced	0	0.0%	0	0.0%	2	2.5%	0	0.0%	0	0.0%	1	1.3%
Mastery	6	9.0%	9	13.8%	6	7.6%	2	3.0%	1	1.5%	5	6.3%
Basic	34	50.7%	23	35.4%	34	43.0%	46	68.6%	37	56.9%	45	57.0%
Approaching Basic	18	26.9%	26	40.0%	28	35.5%	13	19.4%	21	32.3%	14	17.7%
Unsatisfactory	9	13.4%	7	10.8%	9	11.4%	6	9.0%	6	9.3%	14	17.7%
Total	67	100%	65	100%	79	100%	67	100%	65	100%	79	100%

SCHEDULE 16

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
THE iLEAP TESTS
FOR THE YEAR ENDED JUNE 30, 2010

<u>District Achievement Level</u> Results	<u>English Language Arts</u>						<u>Mathematics</u>						
	<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	
Grade 3													
Advanced	2	1.7%	0	0.0%	2	2.1%	1	0.9%	4	3.3%	1	1.0%	
Mastery	16	13.7%	17	13.8%	7	7.3%	10	8.5%	15	12.2%	7	7.3%	
Basic	60	51.3%	46	37.4%	46	47.9%	54	46.2%	48	39.0%	41	42.7%	
Approaching Basic	28	23.9%	33	26.8%	28	29.2%	30	25.6%	36	29.3%	34	35.4%	
Unsatisfactory	11	9.4%	27	22.0%	13	13.5%	22	18.8%	20	16.2%	13	13.6%	
Total	117	100%	123	100%	96	100%	117	100%	123	100%	96	100%	

<u>District Achievement Level</u> Results	<u>Science</u>						<u>Social Studies</u>					
	<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Grade 3												
Advanced	2	1.7%	2	1.7%	0	0.0%	1	0.9%	0	0.0%	0	0.0%
Mastery	24	20.5%	11	9.2%	5	5.2%	12	10.3%	18	15.0%	7	7.3%
Basic	41	35.1%	51	42.5%	30	31.3%	53	45.2%	46	38.3%	37	38.5%
Approaching Basic	39	33.3%	31	25.8%	41	42.7%	34	29.1%	34	28.3%	29	30.2%
Unsatisfactory	11	9.4%	25	20.8%	20	20.8%	17	14.5%	22	18.4%	23	24.0%
Total	117	100%	120	100%	96	100%	117	100%	120	100%	96	100%

SCHEDULE 16

**RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
THE iLEAP TESTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010**

District Achievement Level	English Language Arts						Mathematics						
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 5													
Advanced	0	0.0%	8	10.0%	2	2.1%	4	4.7%	5	6.3%	5	5.2%	
Mastery	18	21.2%	20	25.0%	10	10.4%	9	10.6%	7	8.7%	8	8.3%	
Basic	35	41.2%	38	47.5%	47	49.0%	38	44.7%	41	51.3%	42	43.8%	
Approaching Basic	20	23.5%	10	12.5%	24	25.0%	22	25.9%	14	17.5%	16	16.7%	
Unsatisfactory	12	14.1%	4	5.0%	13	13.5%	12	14.1%	13	16.2%	25	26.0%	
Total	85	100%	80	100%	96	100%	85	100%	80	100%	96	100%	

District Achievement Level	Science						Social Studies					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 5												
Advanced	10	11.8%	10	12.5%	3	3.1%	6	7.1%	10	12.5%	2	2.1%
Mastery	30	35.3%	20	25.0%	17	17.7%	21	24.7%	21	26.3%	10	10.4%
Basic	28	32.9%	39	48.7%	36	37.5%	38	44.7%	38	47.5%	50	52.1%
Approaching Basic	13	15.3%	9	11.3%	29	30.2%	15	17.6%	7	8.7%	24	25.0%
Unsatisfactory	4	4.7%	2	2.5%	11	11.5%	5	5.9%	4	5.0%	10	10.4%
Total	85	100%	80	100%	96	100%	85	100%	80	100%	96	100%

SCHEDULE 16

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
THE iLEAP TESTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010

District Achievement Level	English Language Arts						Mathematics						
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8		
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	
Grade 6													
Advanced	7	8.2%	2	2.0%	3	3.0%	2	2.4%	3	3.0%	3	3.0%	
Mastery	16	18.8%	7	7.0%	6	6.1%	8	9.4%	6	6.0%	3	3.0%	
Basic	35	41.3%	54	54.0%	44	44.4%	43	50.6%	38	38.0%	47	47.5%	
Approaching Basic	20	23.5%	23	23.0%	28	28.3%	17	20.0%	25	25.0%	20	20.2%	
Unsatisfactory	7	8.2%	14	14.0%	18	18.2%	15	17.6%	28	28.0%	26	26.3%	
Total	85	100%	100	100%	99	100%	85	100%	100	100%	99	100%	

District Achievement Level	Science						Social Studies					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 6												
Advanced	1	1.2%	1	1.0%	0	0.0%	11	12.9%	6	6.1%	2	2.0%
Mastery	13	15.3%	12	12.2%	8	8.2%	16	18.8%	12	12.2%	5	5.1%
Basic	38	44.7%	40	40.8%	40	40.8%	36	42.4%	46	46.9%	37	37.8%
Approaching Basic	21	24.7%	29	29.6%	40	40.8%	8	9.4%	20	20.4%	30	30.6%
Unsatisfactory	12	14.1%	16	16.4%	10	10.2%	14	16.5%	14	14.4%	24	24.5%
Total	85	100%	98	100%	98	100%	85	100%	98	100%	98	100%

SCHEDULE 16

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
THE ILEAP TESTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010

District Achievement Level	English Language Arts						Mathematics					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7												
Advanced	2	1.9%	0	0.0%	2	1.7%	1	0.9%	3	3.0%	0	0.0%
Mastery	11	10.4%	10	10.1%	8	6.8%	3	2.8%	8	8.1%	2	1.7%
Basic	49	46.2%	49	49.5%	41	35.1%	48	45.3%	34	34.3%	44	37.6%
Approaching Basic	33	31.1%	24	24.2%	42	35.9%	39	36.8%	30	30.3%	35	29.9%
Unsatisfactory	11	10.4%	16	16.2%	24	20.5%	15	14.2%	24	24.3%	36	30.8%
Total	106	100%	99	100%	117	100%	106	100%	99	100%	117	100%

District Achievement Level	Science						Social Studies					
	20 X 10		20 X 9		20 X 8		20 X 10		20 X 9		20 X 8	
	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent	Number	Percent
Grade 7												
Advanced	0	0.0%	2	2.0%	0	0.0%	2	1.9%	6	6.1%	0	0.0%
Mastery	9	8.6%	9	9.2%	4	3.4%	13	12.4%	7	7.1%	3	2.6%
Basic	40	38.1%	39	39.8%	42	35.9%	42	40.0%	51	52.0%	51	43.6%
Approaching Basic	40	38.1%	30	30.6%	39	33.3%	29	27.6%	17	17.4%	33	28.2%
Unsatisfactory	16	15.2%	18	18.4%	32	27.4%	19	18.1%	17	17.4%	30	25.6%
Total	105	100%	98	100%	117	100%	105	100%	98	100%	117	100%

SCHEDULE 16

RED RIVER PARISH SCHOOL BOARD
COUSHATTA, LOUISIANA
THE iLEAP TESTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2010

<u>District Achievement Level</u>	<u>English Language Arts</u>						<u>Mathematics</u>						
	<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		<u>20 X 10</u>		<u>20 X 9</u>		<u>20 X 8</u>		
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>	
Grade 9													
Advanced	0	0.0%	0	0.0%	1	1.0%	0	0.0%	3	3.2%	0	0.0%	
Mastery	7	7.0%	8	8.4%	4	3.8%	5	5.0%	1	1.0%	2	1.9%	
Basic	44	44.0%	53	55.8%	51	48.1%	44	44.0%	46	48.4%	60	56.1%	
Approaching Basic	41	41.0%	27	28.4%	40	37.7%	26	26.0%	21	22.1%	23	21.5%	
Unsatisfactory	8	8.0%	7	7.4%	10	9.4%	25	25.0%	24	25.3%	22	20.5%	
Total	100	100%	95	100%	106	100%	100	100%	95	100%	107	100%	

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Independent Accountants' Report on Applying Agreed-Upon Procedures to the Management of the Red River Parish School Board

Board Members
Red River Parish School Board
Coushatta, Louisiana

We have performed the procedures included in the Louisiana Governmental Audit Guide and enumerated below, which were agreed to by the management of the Red River Parish School Board and the Legislative Auditor, State of Louisiana, solely to assist users in evaluating management's assertions about the performance and statistical data accompanying the annual financial statements of the Red River Parish School Board and to determine whether the specified schedules are free of obvious errors and omissions as provided by the Board of Elementary and Secondary Education (BESE) Bulletin. This agreed-upon procedures engagement was performed in accordance with standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of the specified users of the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings relate to the accompanying schedules of supplemental information and are as follows:

General Fund Instructional and Support Expenditures and Certain Local Revenue Sources (Schedule 8)

1. We selected a random sample of 25 transaction and reviewed supporting documentation to determine if the sampled expenditures/revenues are classified correctly and are reported in the proper amounts for each of the following amounts reported on the schedule:
 - Total General Fund Instructional Expenditures
 - Total General Fund Equipment Expenditures
 - Total Local Taxation Revenue
 - Total Local Earnings on Investment in Real Property
 - Total State Revenue in Lieu of Taxes
 - Nonpublic Textbook Revenue
 - Nonpublic Transportation Revenue

No exceptions were noted.

Education Levels of Public School Staff (Schedule 9)

2. We reconciled the total number of full-time classroom teachers per the schedule "Experience of Public Principals and Full-time Classroom Teachers" (Schedule 11) to the combined total number of full-time classroom teachers per this schedule and to school board supporting payroll records as of October 1.

No exceptions were noted.

3. We reconciled the combined total of principals and assistant principals per the schedule "Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers" (Schedule 11) to the combined total of principals and assistant principals per this schedule.

No exceptions were noted.

4. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule. We traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's education was properly classified on the schedule.

No exceptions were noted.

Number and Type of Public Schools (Schedule 10)

5. We obtained a list of schools by type as reported on the schedule. We compared the list to the schools and grade levels as reported on the Title 1 Grants to Local Educational Agencies (CFDA 84.010) application and/or the National School Lunch Program (CFDA 10.555) application.

No exceptions were noted.

Experience of Public Principals, Assistant Principals, and Full-time Classroom Teachers (Schedule 11)

6. We obtained a list of full-time teachers, principals, and assistant principals by classification as of October 1 and as reported on the schedule and traced the same sample used in procedure 4 to the individual's personnel file and determined if the individual's experience was properly classified on the schedule.

No exceptions were noted.

Public School Staff Data: Average Salaries (Schedule 12)

7. We obtained a list of all classroom teachers including their base salary, extra compensation, and ROTC or rehired retiree status as well as full-time equivalent as reported on the schedule and traced a random sample of 25 teachers to the individual's personnel file and determined if the individual's salary, extra compensation, and full-time equivalents were properly included on the schedule.

No exceptions were noted.

8. We recalculated the average salaries and full-time equivalents reported in the schedule.

No exceptions were noted.

Class Size Characteristics (Schedule 13)

9. We obtained a list of classes by school, school type, and class size as reported on the schedule and reconciled school type classifications to Schedule 10 data, as obtained in procedure 5. We then traced a random sample of 10 classes to the October 1 roll books for those classes and determined if the class was properly classified on the schedule.

No exceptions were noted.

Louisiana Educational Assessment Program (LEAP) (Schedule 14)

10. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the Red River Parish School Board.

No exceptions were noted.

Graduation Exit Examination (GEE) (Schedule 15)

11. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the Red River Parish School Board.

No exceptions were noted.

The iLEAP Test (Schedule 16)

12. We obtained test scores as provided by the testing authority and reconciled scores as reported by the testing authority to scores reported in the schedule by the Red River Parish School Board.

No exceptions were noted.

We were not engaged to, and did not, perform an examination, the objective of which would be the expression of an opinion on management's assertions. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the use of management of the Red River Parish School Board, the Louisiana Department of Education, the Louisiana Legislature, and the legislative Auditor, State of Louisiana, and should not be used by those who have not agreed to the procedures and taken responsibility for the sufficiency of the procedures for their purposes. Under Louisiana Revised Statute 24:513, this report is distributed by the Legislature Auditor as a public document.

Hines, Sheffield & Squyres
Natchitoches, Louisiana
December 15, 2010